



State Aid to Localities

Over one-third of the Commonwealth's operating budget (all funds) either goes directly to localities for locally operated programs or is spent by the state on behalf of localities for specific programs. The majority of the money sent to localities goes to operate public schools. The Commonwealth also directly shares with local governments the revenues from certain sources, such as recordation taxes and profits earned from the sale of wine and other alcoholic beverages. The state also shares a portion of its revenue with localities that have police departments.

In addition to funds for public schools, the state gives localities money to construct and maintain secondary roads, and to pay the salaries of local elected officials, such as treasurers, commissioners of the revenue, commonwealth's attorneys, sheriffs, and clerks of the courts and their office staff. Local sheriffs' offices and jails receive the largest share of the state's support for these Constitutional officers. The state funds local departments of social services, local health departments, community-operated juvenile corrections programs, and local programs for individuals with mental illness, mental retardation, or substance abuse problems.

The state also funds a wide range of other local activities and services. These include, but are not limited to, local libraries, improvements to local airports, parks and recreation programs, local emergency services teams, and solid waste and wastewater treatment plants.

In general, "state aid to localities" is defined as:

- ▶ any payment made directly to a local government or school division,
- ▶ any payment made on behalf of a local government or school division, or
- ▶ any payment made to an organization or group that provides a direct benefit to a local government or its residents, such as a public library, planning district commission, or a Community Services Board.

Based on this definition, state aid programs and activities are classified so they can be monitored through the state's financial systems and reported to the General Assembly and taxpayers.

The tables that follow summarize recommended aid to localities in the Governor's recommended amendments to the 2002-2004 budget in several ways:

► **Aid to localities by agency**

Table 1, beginning on page D-3, summarizes the proposed funding paid by each state agency to localities and includes a total for each secretarial area. The amounts contained in the table present the Governor's total recommended funding in his proposed amendments to the 2002-2004 biennial budget. The figures represent all funds, amounts from the general fund as well as nongeneral funds. Agencies appear in the same order as in the Budget Bill. See the note to this table on page D-4.

► **Aid to local school divisions**

Table 2, beginning on page D-5, identifies the estimated funding distribution for each local school division for the state's share of programs in elementary and secondary education in the Governor's proposed amendments to the 2002-2004 biennial budget. See the notes to this table on page D-8.

Table 1: Recommended aid to localities by state agency

	<i>Fiscal Year 2003</i>	<i>Fiscal Year 2004</i>
OFFICE OF ADMINISTRATION		
Secretary of Administration	\$0	\$6,503,376
Compensation Board	\$503,850,339	\$493,653,743
State Board of Elections	\$5,654,528	\$5,542,422
Virginia Public Broadcasting Board	\$6,580,307	\$0
Total for Office of Administration	\$516,085,174	\$505,699,541
OFFICE OF COMMERCE AND TRADE		
Department of Agriculture and Consumer Services	\$1,994,618	\$1,992,602
Department of Business Assistance	\$560,000	\$560,000
Department of Forestry	\$300,000	\$300,000
Department of Housing and Community Development	\$62,469,194	\$63,417,088
Virginia Economic Development Partnership	\$100,000	\$100,000
Virginia Employment Commission	\$42,442,183	\$42,442,183
Total for Office of Commerce and Trade	\$107,865,995	\$108,811,873
OFFICE OF EDUCATION		
Department of Education and Direct Aid to Education	\$4,616,696,113	\$4,696,098,354
State Council of Higher Education for Virginia	\$2,042,857	\$2,042,857
The Library Of Virginia	\$17,539,191	\$17,539,191
Commission for the Arts	\$4,350,450	\$2,922,350
Total for Office of Education	\$4,640,628,611	\$4,718,602,752
OFFICE OF FINANCE		
Department of Accounts	\$60,275,000	\$55,710,000
Treasury Board	\$12,027,826	\$12,027,296
Total for Office of Finance	\$72,302,826	\$67,737,296
OFFICE OF HEALTH AND HUMAN RESOURCES		
Comprehensive Services for At-Risk Youth and Families	\$196,320,165	\$204,399,398
Department for the Aging	\$42,581,855	\$41,444,189
Department of Health	\$348,244,581	\$348,897,239
Department of Mental Health, Mental Retardation and Substance Abuse Services	\$240,054,112	\$212,116,859
Department of Social Services	\$650,546,788	\$661,228,596
Virginia Board for People with Disabilities	\$1,215,258	\$1,215,258
Virginia Department for the Blind and Vision Impaired	\$509,328	\$509,328
Total for Office of Health and Human Resources	\$1,479,472,087	\$1,469,810,867

	<i>Fiscal Year 2003</i>	<i>Fiscal Year 2004</i>
OFFICE OF NATURAL RESOURCES		
Department of Conservation and Recreation	\$16,943,508	\$12,101,503
Department of Environmental Quality	\$33,096,730	\$33,479,250
Department of Historic Resources	\$64,075	\$64,075
Total for Office of Natural Resources	\$50,104,313	\$45,644,828
OFFICE OF PUBLIC SAFETY		
Department of Corrections	\$28,426	\$0
Department of Criminal Justice Services	\$240,440,423	\$243,015,940
Department of Emergency Management	\$7,111,527	\$2,111,527
Department of Fire Programs	\$28,226,146	\$29,947,678
Department of Juvenile Justice	\$28,226,146	\$29,947,678
Total for Office of Public Safety	\$304,032,668	\$305,022,823
OFFICE OF TECHNOLOGY		
Department of Technology Planning	\$38,943,727	\$0
Virginia Information Technologies Agency	\$0	\$26,356,902
Total for Office of Technology	\$38,943,727	\$26,356,902
OFFICE OF TRANSPORTATION		
Department of Aviation	\$15,382,775	\$16,057,401
Department of Motor Vehicles	\$42,455,000	\$41,601,500
Department of Rail and Public Transportation	\$118,839,387	\$139,649,128
Department of Transportation	\$876,033,053	\$1,090,142,135
Virginia Port Authority	\$800,000	\$580,000
Total for Office of Transportation	\$1,053,510,215	\$1,288,030,164
CENTRAL APPROPRIATIONS		
Central Appropriations	\$874,037,267	\$920,689,232
Total	\$874,037,267	\$920,689,232
INDEPENDENT AGENCIES		
State Corporation Commission	\$530,000	\$530,000
Total	\$530,000	\$530,000
GRAND TOTAL	\$9,137,512,883	\$9,456,936,278

Note to Table 1:

- ▶ Amounts are in whole dollars, and include total recommended funding for each fiscal year. The figures represent all funds, amounts from the general fund as well as nongeneral funds. Agencies appear in the same order as in the Budget Bill. Figures do not include payments in lieu of taxes.

Table 2: Recommended aid to local school divisions

	<i>Estimated Distribution Fiscal Year 2003</i>	<i>Estimated Distribution Fiscal Year 2004</i>
Counties:		
Accomack	24,916,183	25,599,306
Albemarle	32,204,669	32,989,638
Alleghany	12,572,723	12,489,378
Amelia	7,252,436	7,350,963
Amherst	19,896,053	20,391,126
Appomattox	10,378,242	10,511,464
Arlington	35,113,758	35,566,365
Augusta	41,068,482	41,737,965
Bath	1,578,683	1,585,448
Bedford	34,315,466	35,430,574
Bland	4,805,326	4,888,791
Botetourt	17,295,683	17,679,189
Brunswick	12,083,478	12,117,126
Buchanan	18,785,705	18,561,767
Buckingham	11,155,710	11,177,093
Campbell	35,062,113	35,790,956
Caroline	15,098,996	15,166,044
Carroll	17,519,530	18,235,153
Charles City	3,730,034	3,671,720
Charlotte	11,002,551	11,058,772
Chesterfield	180,672,006	186,756,915
Clarke	6,219,762	6,401,740
Craig	3,212,739	3,233,465
Culpeper	21,962,279	23,333,817
Cumberland	6,472,377	6,846,794
Dickenson	12,610,277	12,711,850
Dinwiddie	18,624,257	19,364,018
Essex	6,550,370	6,647,351
Fairfax	312,964,656	328,281,232
Fauquier	27,134,283	28,704,849
Floyd	8,579,878	8,846,659
Fluvanna	12,478,081	13,248,611
Franklin	26,873,738	27,585,417
Frederick	39,668,374	41,172,646
Giles	10,746,429	11,027,312
Gloucester	25,784,501	26,192,728
Goochland	3,851,803	3,926,262
Grayson	11,352,934	11,602,725

	<i>Estimated Distribution Fiscal Year 2003</i>	<i>Estimated Distribution Fiscal Year 2004</i>
Greene	11,850,016	12,073,577
Greensville	8,800,056	8,917,077
Halifax	30,182,135	30,263,649
Hanover	52,308,265	54,536,452
Henrico	132,673,779	138,212,695
Henry	37,292,439	37,091,117
Highland	1,118,680	1,064,136
Isle of Wight	19,185,971	19,707,738
James City	18,981,121	19,547,788
King George	11,464,829	11,689,950
King Queen	4,408,508	4,428,777
King William	8,176,256	8,461,275
Lancaster	3,849,483	3,833,698
Lee	21,044,815	21,154,536
Loudoun	79,907,558	88,480,552
Louisa	11,418,929	11,763,086
Lunenburg	9,180,435	9,224,974
Madison	7,329,330	7,352,994
Mathews	4,764,994	4,911,739
Mecklenburg	21,225,376	21,573,113
Middlesex	4,328,555	4,303,151
Montgomery	35,950,282	36,830,629
Nelson	7,245,518	7,295,173
New Kent	9,009,670	9,483,050
Northampton	9,789,729	9,643,229
Northumberland	4,149,738	4,126,872
Nottoway	12,017,003	12,001,211
Orange	14,436,265	14,740,516
Page	15,479,483	15,901,450
Patrick	11,739,232	11,924,516
Pittsylvania	39,649,889	39,702,096
Powhatan	13,768,521	14,621,571
Prince Edward	12,104,024	12,604,488
Prince George	25,467,203	26,345,284
Prince William	220,412,633	236,822,140
Pulaski	20,620,446	21,123,052
Rappahannock	2,623,662	2,669,489
Richmond	4,907,743	4,902,723
Roanoke	49,928,727	51,754,350
Rockbridge	10,642,157	10,773,817
Rockingham	41,751,353	43,028,789
Russell	19,475,901	19,614,252

	<i>Estimated Distribution Fiscal Year 2003</i>	<i>Estimated Distribution Fiscal Year 2004</i>
Scott	18,312,872	18,764,819
Shenandoah	21,247,040	22,136,437
Smyth	24,041,732	24,292,929
Southampton	13,506,288	13,600,082
Spotsylvania	78,842,077	85,314,508
Stafford	85,391,763	92,326,455
Surry	2,331,922	2,286,482
Sussex	6,479,820	6,491,675
Tazewell	32,115,046	32,786,970
Warren	18,860,461	19,787,010
Washington	27,967,137	28,238,648
Westmoreland	7,855,991	7,831,720
Wise	32,022,737	32,060,142
Wythe	18,301,245	18,524,407
York	41,760,070	42,600,638
Cities:		
Alexandria	21,285,593	22,002,171
Bristol	10,278,457	10,482,790
Buena Vista	5,351,316	5,366,329
Charlottesville	15,845,354	16,276,511
Clifton Forge	-	-
Colonial Heights	8,734,481	8,973,404
Covington	3,980,295	3,923,707
Danville	32,321,683	32,571,820
Falls Church	3,280,493	3,473,304
Fredericksburg	5,780,035	5,990,885
Galax	5,170,840	5,361,208
Hampton	101,797,823	103,362,101
Harrisonburg	12,702,214	13,543,237
Hopewell	17,921,849	18,041,032
Lynchburg	35,919,043	36,267,817
Martinsville	11,722,228	12,006,714
Newport News	137,227,996	140,062,209
Norfolk	163,846,370	165,348,996
Norton	3,101,184	3,066,025
Petersburg	28,092,396	27,682,015
Portsmouth	78,531,478	78,175,501
Radford	6,162,201	6,238,198
Richmond City	102,940,773	102,728,447
Roanoke City	54,831,976	55,650,358
Staunton	12,878,906	13,199,631

	<i>Estimated Distribution Fiscal Year 2003</i>	<i>Estimated Distribution Fiscal Year 2004</i>
Suffolk	54,156,599	57,371,373
Virginia Beach	280,727,767	285,901,092
Waynesboro	10,807,942	10,992,731
Williamsburg	2,680,798	2,854,119
Winchester	10,779,624	11,082,171
Fairfax City	4,670,548	4,931,522
Franklin City	6,741,017	6,836,411
Chesapeake City	152,098,680	157,791,903
Lexington	2,221,246	2,296,709
Emporia	4,537,477	4,548,764
Salem	13,146,698	13,180,457
Bedford City	3,866,622	4,127,991
Poquoson	9,018,525	9,234,026
Manassas City	23,866,591	24,880,224
Manassas Park	10,104,345	11,043,964
Towns:		
Colonial Beach	2,676,662	2,679,875
West Point	3,462,894	3,376,697
Grand Total	4,086,560,492	4,212,351,356

Notes to Table 2:

- ▶ Fiscal years 2003 and 2004 include estimated funding for Standards of Quality, incentive-based, and categorical education programs. The estimated funding does not include any federal funds.
- ▶ These amounts are estimates only. Final payments will vary and are subject to submitted reimbursements, changes to the formula-driven accounts, and to the availability of appropriation.
- ▶ This distribution does not allocate the estimated non-participation used in calculating the appropriations.